



ARIZONA STATE RETIREMENT SYSTEM

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*Paul Matson
Director*

MINUTES PUBLIC MEETING ARIZONA STATE RETIREMENT SYSTEM BOARD

**Friday, April 26, 2013
8:30 A.M., MST**

The Arizona State Retirement System (ASRS) Board met in the 10th Floor Board Room, 3300 N. Central Avenue, Phoenix, Arizona. Mr. Tom Manos, Chair of the ASRS Board, called the meeting to order at 8:30 A.M., MST.

The meeting was teleconferenced to the ASRS office at 7660 E. Broadway, Tucson, Arizona 85710.

1. Call to Order; Roll Call; Opening Remarks

Present: Mr. Tom Manos, Chair
Mr. Mike Smarik, Vice-chair
Professor Dennis Hoffman
Dr. Richard Jacob
Mr. Kevin McCarthy
Mr. Brian McNeil
Mr. Jeff Tyne

Absent: Mr. Tom Connelly

One vacant position.

A quorum was present for the purpose of conducting business.

Mr. Tom Manos welcomed new Trustee, Dr. Richard Jacob, to the Board. Mr. Manos noted agenda item 3, Appeal by Mr. William McGonigle, would be discussed at the May Board meeting. He also noted, because Trustee, Mr. Tom Connelly was absent, agenda item 12, the Director's performance review, would be postponed to a future ad hoc Board meeting.

2. Approval of the Minutes of the March 22, 2013 Public Meeting and Executive Session of the ASRS Board

Motion: Professor Dennis Hoffman moved to approve the minutes of the March 22, 2013 Public Meeting and Executive Session of the ASRS Board. Mr. Mike Smarik seconded the motion.

By a vote of 7 in favor, 0 opposed, 0 abstentions, and 1 excused, and 1 vacancy, the motion was approved.

3. Presentation, Discussion and Appropriate Action Regarding the 2013 Legislative Session

Ms. Lesli Sorensen, Government Relations Officer, noted all ASRS Board Trustees have been confirmed by the Senate and all positions are now filled.

Ms. Sorensen addressed the Board regarding ASRS 2013 legislative initiatives and legislative proposals by other organizations that affect the ASRS. Ms. Sorensen presented the bill tracker, summarizing ASRS 2013 legislative initiatives. She noted SB1170 was signed by the Governor on April 16.

4. Presentation, Discussion and Appropriate Action Regarding the Director's Report as well as Current Events

Mr. Matson presented the Director's Report. Mr. Matson gave a detailed overview of portions of the compliance, investments, operations, budget, staffing, cash flow, and outstanding appeals reports. Mr. Matson answered Trustees' questions throughout the presentation.

Mr. Manos departed the meeting at 9:32 A.M.

5. Presentation and Discussion with Respect to Informational Updates from Prior and Upcoming Operations and Audit Committee Meetings

Mr. Jeff Tyne, Operations and Audit Committee (OAC) Chair, said risk assessment, disbursements, continuity of operations, web development, recent audits, and the quarterly audit update are to be discussed at the upcoming OAC meeting on May 9, 2013.

6. Presentation and Discussion with Respect to Informational Updates from Prior and Upcoming External Affairs Committee Meetings

Mr. Kevin McCarthy, External Affairs Committee (EAC) Chair, noted the next EAC Meeting will be held on May 10, 2013.

7. Presentation and Discussion with Respect to Informational Updates from Prior and Upcoming Investment Committee Meetings

Mr. Gary Dokes, Chief Investment Officer, provided an update on the upcoming Investment Committee (IC) meeting, noting Investment Beliefs, Q1 Total Fund review, and the Fixed Income asset class review will be discussed. The next IC Meeting will be held on June 24, 2013.

A Trustee asked what the FYTD rate of return was. Mr. Dokes said it is approximately 12.4%.

8. Board Requests for Agenda Items

No requests were made.

9. Call to the Public

No members of the public requested to speak.

10. The next ASRS Board meeting is scheduled for Friday, May 24, 2013, at 8:30 A.M., at 3300 N. Central Avenue, 10th Floor Board room, Phoenix, Arizona.

11. Adjournment of the ASRS Board

Mr. Smarik adjourned the Board meeting at 9:37 A.M.

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Lisa Maddox
Board Secretary

Date

Paul Matson
Director

Date